

DEPARTMENT OF COMMERCE AND INSURANCE

Finance, Ways & Means Committee

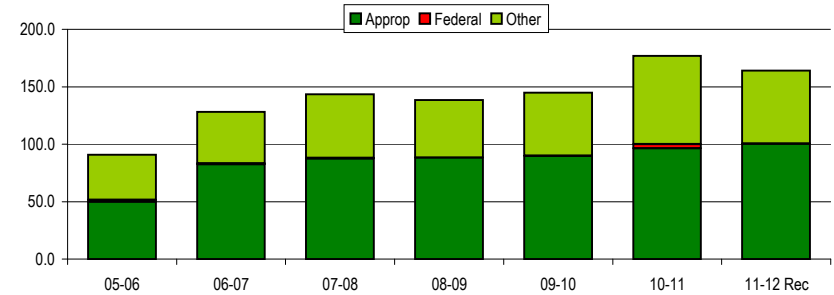
FUNDING (Million)

	05-06	06-07	07-08	08-09	09-10	10-11	11-12 Imp	11-12 Rec	6 Yr Change
Total	\$90.9	\$128.2	\$143.4	\$138.5	\$144.9	\$176.9	\$11.6	\$164.0	80%
Approp	49.9	82.3	87.6	88.2	89.8	96.5	4.4	100.3	101%
Federal	1.7	0.9	0.3	0.2	0.2	3.6	0.0	0.2	-86%
Other	39.3	44.9	55.5	50.1	54.8	76.9	7.2	63.5	62%

In FY 06-07 the Law Enforcement Training Academy transferred to C&I from Safety

POSITIONS

	800	952	944	927	969	972	-	969	21%
Total									
FT	669	720	719	693	694	697	-	694	4%
PT	131	232	225	234	275	275	-	275	110%



MAJOR PROGRAMS

Insurance	Auctioneer Education and Recovery Fund	Regulatory Boards	Fire Service & Codes Enforcement Academy
Securities	Cemetery Consumer Protection Fund	Tennessee Athletic Commission	Fire Fighting Personnel Standards & Education
Consumer Affairs	Pre-Need Funeral Consumer Protection Fund	911 Emergency Communications Fund	Law Enforcement Training Academy
Real Estate and Education and Recovery Fund	TennCare Oversight	Fire Prevention	POST Commission

FY 10-11 SUPPLEMENTAL APPROPRIATION

State
POST Commission - Police Pay Supplement (recurring)
\$78,600

BASE REDUCTIONS (Recurring)

Program Area	Cumulative Total	FY11-12				FY10-11				FY09-10				FY08-09	
		Approp Reduction	Pos	One-time Restoration	Pos	Approp Reduction	Pos	One-time Restoration	Pos	Approp Reduction	Pos	One-time Restoration	Pos	Approp Reduction	Pos
Total	(\$2.7M)	(\$0.2M)	(1)	\$0.2M	3	(\$0.7M)	(4)	\$0.4M	6	(\$1.1M)	(11)	\$0.3M	5	(\$0.7M)	(30)
Consumer Affairs-overtime, position		(0.09)	(1)	-	-	(0.10)	(1)	-	-	-	-	-	-	-	-
Regulatory Boards - reduce dedicated revenue		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Reductions funded Through FY11-12 (core services)															
Reduce Fire Academy operational expenditures		(0.12)	-	0.24	3	-	-	0.24	3	(0.49)	(6)	0.16	3	-	-
Prior Year Reductions - not continued															
Fire Fighting Comm.-position, operational		-	-	-	-	(0.02)	(1)	0.02	1	-	-	-	-	-	-
Fire Academy- position, operational, raise fees		-	-	-	-	(0.27)	(1)	-	-	-	-	-	-	-	-
Offset by \$75,000 in revenue from fee increase															
Law Enforcement Academy (1 pos) - Contract testing		-	-	-	-	(0.06)	(1)	-	-	-	-	-	-	-	-
Law Enforcement Academy -23% tuition increase		-	-	-	-	(0.21)	-	-	-	-	-	-	-	-	-
Offset by revenues collected															
TennCare Oversight-svcs. to other state agencies		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Results in TennCare savings of \$127,900															
Law Enforcement Training Academy operational		-	-	-	-	-	-	0.11	2	(0.36)	(3)	0.14	2	-	-
Voluntary Buyout related reductions		-	-	-	-	-	-	-	-	-	-	-	-	(0.71)	(30)
Administrative position		-	-	-	-	-	-	-	-	(0.00)	-	-	-	-	-
Fire Prevention operational expenditures		-	-	-	-	-	-	-	-	(0.06)	-	-	-	-	-
POST Commission operational expenses		-	-	-	-	-	-	-	-	(0.20)	(2)	-	-	-	-
Fire Fighting Comm. - travel		-	-	-	-	-	-	-	-	(0.02)	-	-	-	-	-

PROPOSED IMPROVEMENTS	Total	State	Federal	Other	Positions	
	\$11.6M	\$4.4M	\$0.0M	\$7.2M	-	
	\$11.1M	\$3.8M	\$0.0M	\$7.2M	-	
	\$0.3M	\$0.3M	\$0.0M	\$0.0M	-	
	\$0.2M	\$0.2M	\$0.0M	\$0.0M	-	
E-911 Infrastructure Modernization Program (\$3.8M recurring, \$7.2M nonrecurring from reserved)	\$0.0M	\$0.0M	\$0.0M	\$0.0M	-	(\$18,000 State cost)
Police Pay Supplement (TCA 38-8-111(a) (recurring)						
Firefighter Pay Supplement (TCA 4-24-202(a)) (recurring)						
Law Enforcement Training Academy Trooper Salary Step Increase (TCA 4-7-206) (recurring)						

IMPROVEMENT HISTORY

Rec = Recurring; NR = Nonrecurring

Firefighter pay supplement			Police pay supplement			E-911 Emergency Communications - Dedicated fees			TLETA Statutory Step Increase		
\$179,800	FY 10-11	Rec	\$490,800	FY 10-11	Rec	\$5,902,900	FY 10-11	Upgrades Rec	\$12,100	FY 10-11	Rec
\$180,000	FY 09-10	Rec	\$357,600	FY 07-08	Rec	\$22,075,400	FY 10-11	Upgrades NR (dedicated/federal revenue)	\$8,200	FY 08-09	Rec
\$255,500	FY 08-09	Rec				\$193,500	FY 08-09	Staffing Rec	\$7,100	FY 07-08	Rec
Fire and Codes Academy			Volunteer fire department tuition increase			2009 Debt Management Services Act			TLETA Commissioned Officer Salary Survey		
\$61,600	FY 06-07	Two instructors (Rec)	\$65,000	FY 07-08	Rec	\$242,100	Rec	\$18,600 NR FY 10-11	\$57,600	FY 07-08	Rec
POST Commission									TLETA Driver Skid Track Replacement		
\$434,200	FY 06-07	To strengthen the enforcement and audit of training standards (NR = \$41,900)							\$40,000	FY 07-08	NR
Pre-need funeral contracts licensing program and Cemetery Consumer Protection Fund -Dedicated fees											
\$140,300	(Rec)	/ \$12,900 (NR) to Estab. Indigent Fund FY10-11									
\$360,000	FY 07-08	Rec									

PERFORMANCE MEASURES

	07-08 (Act)	08-09 (Act)	09-10(Act)	14-15 Goal
Percent of licensing programs in Insurance, Regulatory Boards, & Fire Prevention offering online renewals	16.6%	16.6%	17%	100%
Percent of customer service inquiries with an initial response within 24 hours	N/A	75.0%	80%	100%
Number of completed searches of the online license database	N/A	2,800,000	4,016,074	3,573,589

FUND BALANCES

	06/30/06	06/30/07	06/30/08	06/30/09	06/30/10
Carry Forward from Unencumbered Balance					
Regulatory Boards-Information Systems	\$0.3M	\$0.0M	-	-	-
Fire Prevention	-	-	-	-	\$0.1M
General Fund Statutory Reserves					
Regulatory Boards*	\$16.5M	\$18.9M	\$4.0M	\$5.5M	Unknown
State Board of Accountancy	\$1.3M	\$1.5M	\$0.1M	\$0.2M	Unknown
Insurance fees	\$10.5M	\$10.9M	\$1.2M	\$2.8M	Unknown
Manufactured Housing Fund	\$0.5M	\$0.1M	Negative	\$0.0M	Unknown
Securities and Enforcement	-	\$0.1M	\$0.1M	\$0.1M	Unknown
Athletic Commission	N/A	N/A	N/A	\$0.0M	Unknown
General Fund Reserves Resulting from Court Orders					
Consumer Affairs Education	N/A	N/A	\$0.9M	\$1.2M	Unknown
Securities Education	N/A	N/A	\$1.3M	\$1.3M	Unknown
Insurance Education	N/A	N/A	\$0.5M	\$1.1M	Unknown
Special Revenue Fund Statutory Reserves					
911 Emergency Communications	\$49.3M	\$49.7M	\$51.8M	\$63.5M	Unknown
Real Estate Education & Recovery-Education	Not available	\$0.5M	\$0.0M	\$0.0M	Unknown
Real Estate Education & Recovery-Claims	Not available	\$3.5M	\$3.5M	\$3.6M	Unknown
Auctioneer Education & Recovery	Not available	\$0.4M	\$0.1M	\$0.1M	Unknown
Cemetery Consumer Protection Fund	N/A	N/A	\$0.0M	\$0.0M	Unknown

* \$16.1 million used to close books in FY 07-08